

Message Text

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72

ACTION EB-11

INFO OCT-01 ARA-16 ISO-00 IO-14 AID-20 CIAE-00 COME-00

FRB-02 INR-10 NSAE-00 RSC-01 TRSE-00 XMB-07 OPIC-12

SP-03 CIEP-02 LAB-06 SIL-01 OMB-01 NSC-07 SS-20

STR-08 CEA-02 PA-04 PRS-01 USIA-15 DRC-01 /165 W

----- 095613

R 091610Z MAY 74

FM AMEMBASSY CARACAS

TO SECSTATE WASHDC 3727

INFO AMEMBASSY BOGOTA

AMEMBASSY LA PAZ

AMEMBASSY LIMA

AMEMBASSY QUITO

AMEMBASSY SANTIAGO

LIMITED OFFICIAL USE CARACAS 4116

E.O. 11652: N/A

TAGS: EFIN, VE

SUBJECT: VENEZUELAN LOAN TO INTERNATIONAL MONETARY FUND

1. MANAGING DIRECTOR OF IMF H. JOHANNES WITTEVEEN REPORTED TO PRESS HERE YESTERDAY THAT VENEZUELA HAS AGREED IN PRINCIPLE TO SUPPLY \$540 MILLION TO SPECIAL FUND DESIGNED TO AID LDC'S ADVERSELY AFFECTED BY INCREASED COST PETROLEUM IMPORTS. ANNOUNCEMENT BY WITTEVEEN CAME AFTER SEVERAL DAYS MEETING WITH CENTRAL BANK AND GOV OFFICIALS INCLUDING PRESIDENT PEREZ, PRESIDENT OF CENTRAL BANK ALFREDO LAFEE, AND MINISTER OF FINANCE HURTADO. VENEZUELA IS EXPECTED TO MAKE TWO INSTALLMENTS OF \$270 MILLION EACH TO SPECIAL FUND THIS YEAR. VENEZUELA WOULD RECEIVE 7 PERCENT INTEREST ON ITS LOAN.

2. PRESUMABLY VENEZUELA'S LOAN TO IMF WOULD COME FROM HALF OF INCREASED OIL REVENUE SET ASIDE BY GOV TO HELP LDC'S. VENEZUELA HAS ALREADY ANNOUNCED INTENTION TO MAKE LOANS TO REGIONAL
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DEVELOPMENT BANKS SUCH AS INTER-AMERICAN DEVELOPMENT BANK, THE

CENTRAL AMERICAN DEVELOPMENT BANK, ANDEAN DEVELOPMENT CORPORATION
AND CARIBBEAN DEVELOPMENT BANK. REMAINDER OF EXCESS OIL REVENUES
WOULD BE INVESTED EXTERNALLY IN PORTFOLIO AND DIRECT INVESTMENT
PROJECTS AS WELL AS COVER EXTERNAL COSTS OF INTERNAL INVESTMENT.
MCCLINTOCK

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NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: LESS DEVELOPED COUNTRIES, PETROLEUM, LOANS, EXPORT PRICES, FOREIGN INVESTMENTS, DEVELOPMENT LOANS
Control Number: n/a
Copy: SINGLE
Draft Date: 09 MAY 1974
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: GarlanWA
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
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Previous Handling Restrictions: n/a
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Review Authority: GarlanWA
Review Comment: n/a
Review Content Flags:
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Review Exemptions: n/a
Review History: RELEASED <09 SEP 2002 by cunninfx>; APPROVED <06 FEB 2003 by GarlanWA>
Review Markings:

Declassified/Released
US Department of State
EO Systematic Review
30 JUN 2005

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Review Release Date: n/a
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Review Withdrawn Fields: n/a
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Subject: VENEZUELAN LOAN TO INTERNATIONAL MONETARY FUND
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To: STATE
Type: TE
Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005